

RAPIDES AREA PLANNING COMMISSION

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2/23/11

TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITORS' REPORT	1-2
REQUIRED SUPPLEMENTAL INFORMATION (PART I)	
Management's Discussion and Analysis	3-5
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
Statement of Net Assets	6
Statement of Activities	7
FUND FINANCIAL STATEMENTS	
Governmental Funds	
Balance Sheet	8
Statement of Revenues, Expenditures and Changes in Fund Balance	9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	10
NOTES TO FINANCIAL STATEMENTS.....	11 - 15
REQUIRED SUPPLEMENTAL INFORMATION (PART II)	
Statement of Revenues, Expenditures and Changes in Fund Balances (Budget and Actual)	16
SUPPLEMENTAL INFORMATION	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	17 - 18
Schedule of Findings and Questioned Cost	19
Management's Corrective Action Plan	20
Schedule of Prior Year Findings and Questioned Cost.....	21

ROZIER, HARRINGTON & MCKAY

CERTIFIED PUBLIC ACCOUNTANTS

1407 PETERMAN DRIVE • ALEXANDRIA, LOUISIANA 71301

JOHN S. ROZIER, IV, CPA

MARK S. MCKAY, CPA

LEE W. WILLIS, CPA

STEVEN E. KIMBALL, CPA

RHONDA L. RACHAL, CPA

GEORGETTE VERCHER, CPA

MAILING ADDRESS

**POST PLANNING COMMISSION BOX
ALEXANDRIA, LOUISIANA 71315-2178
TELEPHONE (318) 442-1608**

**M. DALE HARRINGTON, CPA
RETIRED - 2005**

November 17, 2010

Independent Auditors' Report

To the Board of Commissioners
Rapides Area Planning Commission

We have audited the accompanying basic financial statements of the governmental activities and each major fund of the Rapides Area Planning Commission, as of and for the year ended June 30, 2010, which collectively comprise the Planning Commission's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the management of the Rapides Area Planning Commission. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Rapides Area Planning Commission, as of June 30, 2010, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis and budgetary comparison information listed in the accompanying table of contents are not a required part of the financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding

-Members-

American Institute of Certified Public Accountants • Society of Louisiana CPAs

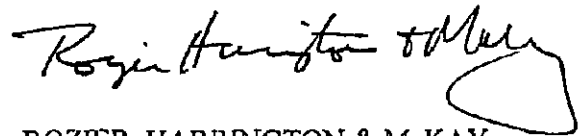
Planning Commission

November 17, 2010

Page 2

the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 17, 2010, on our consideration of the internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

A handwritten signature in cursive script, appearing to read "Robin Harrington McKay", with a large, stylized loop at the end.

ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

RAPIDES AREA PLANNING COMMISSION

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2009

This section of annual financial report presents our discussion and analysis of the Planning Commission's financial performance during the fiscal year ended June 30, 2010, along with certain comparative information for the previous year.

OVERVIEW OF FINANCIAL STATEMENTS

The basic financial statements include government-wide financial statements and fund financial statements. These two types of financial statements present the Planning Commission's financial position and results of operations from differing perspectives which are described as follows:

Government –Wide Financial Statements

The government-wide financial statements report information about the Planning Commission as a whole using accounting methods similar to those used by private-sector companies. These report all revenues and expenses regardless of when cash is received or paid. Furthermore, the government-wide statements include all of the Planning Commission's assets and all of the Planning Commission's liabilities. All of the Planning Commission's activities are classified as governmental activities in the government-wide financial statements. The governmental activities are financed primarily by grants and various fees.

Fund Financial Statements

Fund financial statements provide detailed information regarding the Planning Commission's most significant activities and are not intended to provide information for the Planning Commission as a whole. Funds are accounting devices that are used to account for specific sources of funds. All of the Planning Commission's funds are Governmental Funds. These funds are used to account for essentially the same functions that are reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, the governmental fund use a modified accrual basis of accounting that provides a short-term view of the Planning Commission's finances. Assets reported by governmental funds are limited to amounts that are available for current needs. In addition, liabilities are limited to amounts that are expected to be paid from currently available assets.

FINANCIAL ANALYSIS OF THE PLANNING COMMISSION AS A WHOLE

A comparative analysis of the government-wide Statement of Net Assets is presented as follows:

RAPIDES AREA PLANNING COMMISSION

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2009

	For the Year Ended June 30,	
	2010	2009
<u>Assets:</u>		
Cash	\$ 240,114	\$ 153,779
Receivables	61,247	197,634
Depreciable capital assets, net	248,724	348,326
Total Assets	<u>550,085</u>	<u>699,739</u>
<u>Liabilities:</u>		
Accounts Payable	23,994	7,150
Compensated Absences	34,961	30,355
Total Liabilities	<u>58,955</u>	<u>37,505</u>
<u>Net Assets:</u>		
Invested in Capital Assets	248,724	348,326
Unrestricted	242,406	313,908
Total Net Assets	<u>\$ 491,130</u>	<u>\$ 662,234</u>

As the presentation appearing above demonstrates, with the exception of \$248,724 invested in capital assets, the Planning Commission's net assets are unrestricted and may be used to meet the Planning Commission's ongoing obligations.

A comparative analysis of the government-wide Statement of Activities is presented as follows:

	For the Year Ended June 30,	
	2010	2009
<u>Revenues:</u>		
Program Revenue:		
Charges For Services	\$ 796,272	\$ 872,248
Operating Grants and Contributions	181,951	216,196
Capital Grants and Contributions	---	133,000
General Revenue:		
Membership Dues	49,662	50,604
Other	2,449	9,855
Total Revenue	<u>1,030,334</u>	<u>1,281,903</u>
<u>Program Expenses:</u>		
Metropolitan Area Transportation Planning	175,489	171,406
Transit Planning	51,675	51,675
General Planning and Code Enforcement	974,274	1,009,119
Total Program Expenses	<u>1,201,438</u>	<u>1,232,200</u>
Change in Net Assets	(171,104)	49,703
Net Assets Beginning	<u>662,234</u>	<u>612,531</u>
Net Assets Ending	<u>\$ 491,130</u>	<u>\$ 662,234</u>

RAPIDES AREA PLANNING COMMISSION

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2009

As the accompanying presentation demonstrates, the Planning Commission has experienced a decline in net assets amounting to 25.8%. The primary reason for the decline is the depreciation of capital assets acquired with grant funds in previous years. The remainder of the decrease is attributable to using a portion of agency's reserves to sustain operations at existing levels.

FINANCIAL ANALYSIS OF THE PLANNING COMMISSION'S FUNDS

For the year ended June 30, 2010, differences between the government-wide presentation and the fund financial statements were limited to reporting equipment, related depreciation, and the liability for compensated absences in the government-wide presentation.

BUDGET HIGHLIGHTS

State law requires the general fund to have a budget. For the year ended June 30, 2010, it was not necessary to amend the original budget and all of the variances were within parameters permitted by state law, with the exception of a variance resulting from the timing of reporting grant receipts.

CAPITAL ASSET ADMINISTRATION

For the year ended June 30, 2010, capital assets activity was limited depreciating existing capital assets.

DEBT ADMINISTRATION

For the year ended June 30, 2010, there was no debt activity and no debts are outstanding at year end.

FACTORS EXPECTED TO EFFECT FUTURE OPERATIONS

At the present time, no known issues are expected to have a significant impact on future operations.

Rapides Area Planning Commission

Statement of Net Assets

June 30, 2010

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and Cash Equivalents	\$ 240,114
Receivables (net)	61,247
Capital Assets - Depreciable	<u>248,724</u>
Total Assets	<u>550,085</u>
 <u>LIABILITIES</u>	
Accounts Payable	23,994
Compensated Absences	<u>34,961</u>
Total Liabilities	<u>58,955</u>
 <u>NET ASSETS</u>	
Invested in Capital Assets	248,724
Unrestricted	<u>242,406</u>
Total Net Assets (deficit)	<u>\$ 491,130</u>

The accompanying notes are an integral part of the financial statements.

Rapides Area Planning Commission

Statement of Activities

For the Year Ended June 30, 2010

	Expenses	Indirect Expense Allocation	Program Revenue			Net (Expenses) Revenue and Changes in Net Assets
			Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	
<u>Governmental Activities</u>						
Public Safety						
Metropolitan Area Transportation						
Planning	\$ 105,310	\$ 70,179	\$ -	\$ 138,611	\$ -	\$ (36,878)
Transit Planning	35,009	16,666	-	43,340	-	(8,335)
General Planning and Code Enforcement	1,061,119	(86,845)	796,272	-	-	(178,002)
Total Governmental Activities	1,201,438	-	796,272	181,951	-	(223,215)
			<u>General Revenues</u>			
			Membership Dues			49,662
			Other			2,449
			Total General Revenues			52,111
			Change in Net Assets			(171,104)
			Net Assets - Beginning			662,234
			Net Assets - Ending			\$ 491,130

The accompanying notes are an integral part of the financial statements.

Rapides Area Planning Commission

Balance Sheet - Governmental Funds

June 30, 2010

	General
Assets	
Cash and Cash Equivalents	\$ 240,114
Receivables	61,248
Total assets	\$ 301,362
Liabilities and Fund Balance	
Liabilities	
Accounts Payable	\$ 23,994
Other Liabilities	-
Total liabilities	23,994
Fund Balance	
Unreserved	
General Fund	277,368
Total Fund Balances	277,368
Total Liabilities and Fund Balance	\$ 301,362

Reconciliation of Governmental Fund Balance to Net Assets		
Total Fund Balances - Governmental Funds	\$	277,368
Amounts reported for governmental activities in the statement of net assets are different because:		
Long term liabilities are not due and payable in the current period and therefore they are not reported in the Governmental Fund Balance Sheet		(34,962)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		248,724
Net Assets of Governmental Activities	\$	491,130

The accompanying notes are an integral part of the financial statements.

Rapides Area Planning Commission

Statement of Revenue, Expenditures and Changes in Fund Balance - Governmental Funds For the Year Ended June 30, 2010

	<u>General</u>
<u>Revenues:</u>	
Intergovernmental	
Federal Grants	
Metropolitan Planning	\$ 138,611
Transit	43,340
Dues	49,662
Fees and Charges for Services	
Building Code Enforcement	790,785
Other Development Fees	5,487
Other	2,449
Total revenues	<u>1,030,334</u>
<u>Expenditures:</u>	
Current	
Metropolitan Area Transportation Planning	175,489
Transit Planning	51,675
General Planning and Code Enforcement	870,067
Capital Expenditures	-
Total expenditures	<u>1,097,231</u>
Net Change in Fund Balances	(66,897)
Fund balance - Beginning of Year	<u>344,265</u>
Fund balance - End of Year	<u>\$ 277,368</u>

The accompanying notes are an integral part of the financial statements.

Rapides Area Planning Commission

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities For the Year Ended June 30, 2010

Change in Fund Balances - Governmental Funds \$ (66,897)

Some transactions reported in the statement of activities do not require the use of current financial resources. According, a timing difference exist between when transactions affect the governmental funds and government-wide activities. (4,606)

Capital outlays are reported in Governmental Funds as expenditures; however, in the Government-Wide Statement of Activities, the cost is reported as an asset and allocated over estimated useful lives as depreciation expense. Amounts reported as capital expenditures and depreciation expense are provided as follows:

Capital expenditures reported by Governmental Funds	-	
Depreciation expense reported on a government-wide basis	<u>(99,601)</u>	<u>(99,601)</u>

Change in Net Assets - Government-Wide Statement of Activities \$ (171,104)

The accompanying notes are an integral part of the financial statements.

RAPIDES AREA PLANNING COMMISSION

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

State law allows one or more political subdivisions to establish regional planning areas. The Rapides Area Planning Commission was formed by the joint action of the Rapides Parish Police Jury and various municipalities located within the Parish. The Planning Commission is governed by a Board of Commissioners composed of representatives appointed by the participating political subdivisions. Accounting and financial reporting policies utilized by the Planning Commission are described as follows:

Financial Reporting Entity

The Planning Commission is considered a legally separate stand-alone government as defined by Governmental Accounting Standards. The reporting entity is composed of the activities that are under the direct control of the Board of Commissioners. The Planning Commission is not financially accountable for any organizations that maintain separate legal standing; therefore, it has no component units.

Basic Financial Statements

The basic financial statements include both government-wide and fund financial statements. Both government-wide and fund financial statements categorize all of the Planning Commission's operations as governmental activities. Governmental activities involve government services that are normally supported by fees and intergovernmental revenues.

The government-wide and fund financial statements present the Planning Commission's financial position and results of operations from differing perspectives which are described as follows:

Government-Wide Financial Statements

The Statement of Net Assets and the Statement of Activities display information about the Planning Commission as a whole. The effect of any interfund activity is eliminated from these financial statements. Furthermore, government-wide financial statements exclude any fiduciary activities which are reported in the fund financial statements.

Program revenues reported in the Statement of Activities consist of amounts that are directly associated with a governmental service. Program revenues include charges for services and most grants.

Fund Financial Statements

Funds are separate accounting entities that are designed to assist with demonstrating legal compliance and segregating transactions by activity. Major individual funds are reported as separate columns in the fund financial statements. The Planning Commission's major funds are limited the general fund, which is used for all operations.

RAPIDES AREA PLANNING COMMISSION

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The basis of accounting and measurement focus used for various financial statement presentations are described as follows:

<u>Financial Statement Presentation</u>	<u>Basis of Accounting</u>	<u>Measurement Focus</u>
Government-Wide Financial Statements	Accrual Basis	Economic Resources
Fund Financial Statements	Modified Accrual Basis	Current Financial Resources

Under the accrual basis of accounting and the economic resources measurement focus, revenues are recorded when earned and expenses are recorded when a liability is incurred.

Under the modified accrual basis of account and the current financial resources measurement focus revenue is recognized when it is considered measurable and available. Revenue is considered available if it is collected within 60 days of year end or due under a cost reimbursement arrangement. In addition, expenses are generally recorded when a liability has been incurred. Furthermore, when the current financial resources measure focus is used, amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure. In addition, long-term debts are excluded from amounts reported as liabilities. Proceeds from issuing long-term debt is reported as an other financing source and repayment of long-term debt is reported as an expenditure.

Use of Estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Budget Practices

The Planning Commission adopts a budget for each fiscal year as prescribed by State Law. Budgets present revenue and expenditures on a basis which is consistent with generally accepted accounting principles.

Capital Assets

Capital assets include significant acquisitions of equipment that are expected to remain in service for a period of years. Capital assets are reported in the government-wide financial statements but are excluded from the fund financial statements. Instead, the funds report the acquisition of capital assets as expenditures rather than asset acquisitions.

All capital assets are reported at historical cost less accumulated depreciation. Depreciated is computed using the straight-line method and estimated useful lives that are based on the expected durability of the particular asset. A useful life of five to ten years is typically used.

RAPIDES AREA PLANNING COMMISSION

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

Cash

Amounts reported as cash and cash equivalents (restricted and unrestricted) include all cash on hand, cash in bank accounts, certificates of deposit and highly liquid investments. Credit risk is managed by requiring fiscal agents to provide security for any deposits that exceed FDIC limits. Furthermore, interest rate risk is managed by limiting the duration of deposit arrangements.

Compensated Absences

Permanent employees are eligible to receive paid vacation. Based on seniority, full time employees earn between 8 and 14 hours of vacation each month. In addition, employees are allowed to accumulate up to 160 hours of vested vacation benefits.

Indirect Expense Allocations

Under the terms of various grant arrangements, the Planning Commission is eligible to receive reimbursement for direct labor and indirect costs that are based on a predetermined percentage of direct labor. Reimbursements earned as a result of applying the predetermined indirect costs rate are presented as indirect expense allocations in the accompanying Statement of Activities.

NOTE 2 - CASH

Deposits are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At June 30, 2010, the Rapides Area Planning Commission has \$281,714 in deposits (collected bank balance) and these deposits are secured by FDIC coverage in the amount of \$250,000 and pledged securities with a market value of \$59,910..

NOTE 3 - RECEIVABLES

At June 30, 2010, consisted entirely of amounts due from governmental sources, which are described as follows:

	<u>Membership Dues</u>	<u>Grant Funds</u>	<u>Total</u>
Louisiana Department of Transportation and Development	\$ ----	\$ 20,349	\$ 20,349
Governor's Office of Homeland Security and Emergency Preparedness	----	36,000	36,000
City of Alexandria	4,898	----	4,898
Total	<u>\$ 4,898</u>	<u>\$ 56,349</u>	<u>\$ 61,247</u>

RAPIDES AREA PLANNING COMMISSION

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

NOTE 4 – CAPITAL ASSETS

A summary of the Planning Commission's capital assets is provided as follows:

	Beginning Balance	Additions	Disposals	Ending Balance
<u>Capital Assets Being Depreciated:</u>				
Furniture, Fixtures and Equipment	\$ 532,452	\$ ----	\$ ----	\$ 532,452
Less Accumulated Depreciation	184,126	99,602	----	283,728
Total Net of Depreciation	\$ 348,326	\$ (99,602)	\$ ----	\$ 248,724

NOTE 5 – PAYABLES

At June 30, 2010, accounts payable are limited to amounts due to vendors in the ordinary course of business.

NOTE 6 – ACCRUED LEAVE

Long-term liabilities are limited to accrued leave earned by employees. Resources provided by the general fund are used to liquidate the accrued leave balances. Accrued leave balances and activity are presented as follows:

Beginning Balance	\$ 30,355
Net Increase (Decrease)	<u>4,606</u>
Ending Balance	<u>\$ 34,961</u>

NOTE 7 – GRANT COMPLIANCE CONTINGENCIES

The Planning Commission receives state and federal assistance through various grant programs. Management is confident that all significant grant conditions have been met; however, grantor agencies routinely review grant activity and could request reimbursement if a dispute occurs regarding compliance with grant conditions.

NOTE 8 - RISK MANAGEMENT

The Planning Commission is exposed to various risks of loss related to torts; theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The Planning Commission insures against these risks by participating in a public entity risk pool that operates as a common insurance program and by purchasing commercial insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

RAPIDES AREA PLANNING COMMISSION

NOTES TO FINANCIAL STATEMENTS

June 30, 2009

NOTE 9 - BOARD MEMBER COMPENSATION

The Board of Commissioners is composed of volunteers that serve without compensation.

NOTE 10 – RETIREMENT PLAN

Employees are eligible to participate in a defined contribution retirement plan. Under the terms of the plan, employees are allowed to contribute a portion of their compensation to the plan. In addition, the Planning Commission provides an employer match of up to 3% of the employee's compensation. Contributions for the year ended June 30, 2010 are summarized as follows:

Employee Contributions	\$ 29,677
Employer Match	<u>14,986</u>
Total Contributions	<u>\$ 44,663</u>

NOTE 11 – OPERATING LEASE

The Planning Commission occupies a rented facility under the terms of a lease executed September 24, 2007. The lease requires annual rent in the amount of \$40,382 and includes provision for adjustments based on the Consumer Price Index. For the year ended June 30, 2010, rent expense amounted to \$42,031.

The lease agreement covers an initial term of two years that expired on September 30, 2009. In addition, the Planning District has options to renew the lease for two additional terms of two years each, with the final option period concluding September 30, 2013.

NOTE 12 – BUDGET VARIANCES

For the year ended June 30, 2010, appropriations exceeded actual expenditures resulting in favorable budget variances. The only unfavorable budget variances were attributable to reporting Homeland Security grant receipts on the cash basis of accounting. The excess budgeted revenue did not have material financial consequences.

Rapides Area Planning Commission

Statement of Revenue, Expenditures and Changes in Fund Balance - Budget vs Actual General Fund

For the Year Ended June 30, 2009

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>				
Intergovernmental				
Federal Grants				
Metropolitan Planning	\$ 138,611	\$ 138,611	\$ 138,611	\$ -
Transit	43,340	43,340	43,340	-
Homeland Security	133,000	133,000	-	(133,000)
Dues	50,043	50,043	49,662	(381)
Fees and Charges for Services				
Building Code Enforcement	789,577	789,577	790,785	1,208
Other Development Fees	5,375	5,375	5,487	112
Other	6,000	6,000	2,449	(3,551)
Total revenues	<u>1,165,946</u>	<u>1,165,946</u>	<u>1,030,334</u>	<u>(135,612)</u>
<u>Expenditures:</u>				
Current				
Public Safety				
Salaries	563,690	563,690	563,691	(1)
Payroll Taxes and Benefits	204,417	204,417	204,491	(74)
Lease Expense	42,361	42,361	42,360	1
General Insurance	11,000	11,000	10,969	31
Utilities and Communications	24,020	24,020	23,945	75
Office Supplies and Equipment	28,850	28,850	26,286	2,564
Software	41,350	41,350	41,317	33
Travel	73,900	73,900	73,827	73
Repairs and Maintenance	12,500	12,500	7,202	5,298
Other	453,160	453,160	103,143	350,017
Capital Expenditures	-	-	-	-
Total expenditures	<u>1,455,248</u>	<u>1,455,248</u>	<u>1,097,231</u>	<u>358,017</u>
Net Change in Fund Balances	(289,302)	(289,302)	(66,897)	222,405
Fund balance - Beginning of Year	<u>289,302</u>	<u>289,302</u>	<u>344,265</u>	<u>54,963</u>
Fund balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 277,368</u>	<u>\$ 277,368</u>

ROZIER, HARRINGTON & MCKAY

CERTIFIED PUBLIC ACCOUNTANTS

1407 PETERMAN DRIVE • ALEXANDRIA, LOUISIANA 71301

JOHN S. ROZIER, IV, CPA

MARK S. MCKAY, CPA

LEE W. WILLIS, CPA

STEVEN E. KIMBALL, CPA

RHONDA L. RACHAL, CPA

GEORGETTE VERCHER, CPA

MAILING ADDRESS

POST PLANNING COMMISSION BOX

ALEXANDRIA, LOUISIANA 71315-2178

TELEPHONE (318) 442-1608

M. DALE HARRINGTON, CPA

RETIRED - 2005

November 17, 2010

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Commissioners
Rapides Area Planning Commission

We have audited the financial statements of the Rapides Area Planning Commission, as of and for the year ended June 30, 2010, and have issued our report thereon dated November 17, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered the Planning Commission's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Planning Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Planning Commission's internal control over financial reporting.

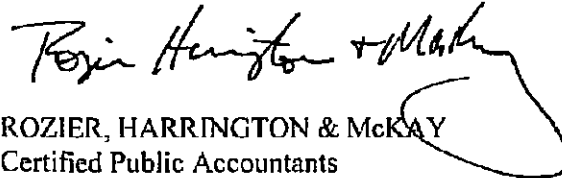
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal, course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented or detected and corrected on at timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the Planning Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that is required to be reported under Government Auditing Standards.

This report is intended for the information of management. However, this report is a matter of public record and its distribution is not limited.


ROZIER, HARRINGTON & MCKAY
Certified Public Accountants

RAPIDES AREA PLANNING COMMISSION

SCHEDULE OF FINDINGS AND QUESTIONED COST

For the Year Ended June 30, 2009

PART I - SUMMARY OF AUDITOR'S RESULTS:

- The Independent Auditors' Report on the basic financial statements of the Rapides Area Planning Commission as of June 30, 2010 and for the year then ended expressed an unqualified opinion.
- The audit did not disclose any audit findings which are considered to be significant control deficiencies or material weaknesses.
- The results of the audit disclosed no instances of noncompliance required to be reported in the Schedule of Findings and Questioned Cost.

PART II - FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS:

- None

RAPIDES AREA PLANNING COMMISSION

MANAGEMENT'S CORRECTIVE ACTION PLAN

For the Year Ended June 30, 2009

SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS.	
No findings of this nature were reported.	Response – N/A
SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS	
No findings were reported in the schedule of findings and questioned costs.	Response – N/A
SECTION III MANAGEMENT LETTER	
No management letter was issued with this report.	Response – N/A

RAPIDES AREA PLANNING COMMISSION

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS For the Year Ended June 30, 2009

<u>SECTION I</u> INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS.	
<u>2009-1: FINANCIAL REPORTING</u> State Law requires the Rapides Area Planning Commission's audit to be completed by December 31, 2009. However, the accounting firm originally engaged to complete the audit did not fulfill its obligation. Due to the accounting firm's failure to complete its work in a timely manner, the Planning Commission inadvertently failed to comply with State Law.	<u>2009-1: Resolved</u> The audit for the current year was submitted in a timely manner.
<u>SECTION II</u> INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS	
No findings of this nature were reported	Response – N/A
<u>SECTION III</u> MANAGEMENT LETTER	
No management letter was issued with this report.	Response – N/A